



General Assembly

Substitute Bill No. 7400

January Session, 2007

* HB07400FIN__041807__ *

AN ACT CONCERNING MOTION PICTURE TAX CREDITS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 12-217jj of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective July 1, 2007, and*
3 *applicable to income years commencing on or after January 1, 2007*):

4 (a) As used in this section:

5 (1) "Commissioner" means the Commissioner of Revenue Services.

6 (2) "Commission" means the Connecticut Commission on Culture
7 and Tourism.

8 (3) (A) "Qualified production" means [the process of producing any
9 type of] entertainment content [which shall include] created in whole
10 or in part within the state, including motion pictures; documentaries;
11 long-form, specials, mini-series, series, videos and music videos and
12 interstitials television programming; interactive television; interactive
13 games; videogames; commercials; infomercials; any format of digital
14 media created [primarily] for distribution or exhibition to the general
15 public; and any trailer, pilot, video teaser or demo created primarily to
16 stimulate the sale, marketing, promotion or exploitation of future
17 investment in either a product or a qualified production via any means
18 and media in any digital media format, film or videotape, provided

19 such program meets all the underlying criteria of a qualified
20 production.

21 (B) "Qualified production" shall not include [(A)] any ongoing
22 program created primarily as news, weather or financial market
23 reports, a production featuring current events, sporting events, an
24 awards show or other gala event, a production whose sole purpose is
25 fundraising, a long-form production that primarily markets a product
26 or service, a production used for corporate training or in-house
27 corporate advertising or other similar productions, or [(B)] any
28 production [containing any material or performance that is obscene, as
29 defined in section 53a-193] for which records are required to be
30 maintained under 18 USC 2257 with respect to sexually explicit
31 content.

32 (4) "Eligible production company" means a corporation, partnership,
33 limited liability company, or other business entity engaged in the
34 business of producing qualified productions on a one-time or ongoing
35 basis, and qualified by the Secretary of the State to engage in business
36 in the state.

37 (5) "Production expenses or costs" means all expenditures clearly
38 and demonstrably incurred [in the state] in the development,
39 preproduction, production or postproduction costs of a qualified
40 production, including:

41 [(A) Expenditures for optioning or purchase of any intellectual
42 property including, but not limited to, books, scripts, music or
43 trademarks relating to the development or purchase of a script,
44 screenplay or format, provided (i) the intellectual property was
45 produced primarily in the state, (ii) seventy-five per cent of the
46 qualified production based on such intellectual property is produced
47 in the state, and (iii) the production expenses or costs for such
48 optioning or purchase are less than thirty-five per cent of the
49 production expenses or costs incurred in the state. Such expenses or
50 costs shall include all expenditures generally associated with the

51 optioning or purchase of intellectual property, including option
52 money, agent fees and attorney fees relating to the transaction, but
53 shall not include any and all deferrals, deferments, royalties, profit
54 participation or recourse or nonrecourse loans which the eligible
55 production company may negotiate in order to obtain the rights to the
56 intellectual property;]

57 [(B)] (A) Expenditures incurred [in the state] in the form of either
58 compensation or purchases including production work, production
59 equipment, production software, postproduction work,
60 postproduction equipment, postproduction software, set design, set
61 construction, props, lighting, wardrobe, makeup, makeup accessories,
62 special effects, visual effects, audio effects, film processing, music,
63 sound mixing, editing, location fees, soundstages and any and all other
64 costs or services directly incurred [in the state] in connection with a
65 state-certified qualified production;

66 [(C)] (B) Expenditures for distribution, including preproduction,
67 production or postproduction costs relating to the creation of trailers,
68 marketing videos, commercials, point-of-purchase videos and any and
69 all content created on film or digital media, including the duplication
70 of films, videos, CDs, DVDs and any and all digital files now in
71 existence and those yet to be created for mass consumer consumption;
72 the purchase, by a company in the state, of any and all equipment
73 relating to the duplication or mass market distribution of any content
74 created or produced in the state by any digital media format which is
75 now in use and those formats yet to be created for mass consumer
76 consumption; and

77 [(D)] (C) "Production expenses or costs" does not include the
78 following: (i) [Talent fees for extras, principal day players and
79 atmosphere, as defined by the Screen Actors Guild, to the extent the
80 individual performer costs exceed the rates of the Screen Actors Guild
81 for double scale wages under the current collective bargaining
82 agreements] Compensation in excess of ten million dollars paid to any
83 individual or entity representing an individual, for services provided

84 in the production of a qualified production; (ii) media buys,
85 promotional events or gifts or public relations associated with the
86 promotion or marketing of any qualified production; (iii) deferred,
87 leveraged or profit participation costs relating to any and all personnel
88 associated with any and all aspects of the production, including, but
89 not limited to, producer fees, director fees, talent fees and writer fees;
90 (iv) costs relating to the transfer of the production tax credits; and (v)
91 any amounts paid to persons or businesses as a result of their
92 participation in profits from the exploitation of the qualified
93 production.

94 (6) "State-certified qualified production" means a qualified
95 production produced by an eligible production company that (A) is in
96 compliance with regulations adopted pursuant to subsection (e) of this
97 section, (B) is authorized to conduct business in this state, and (C) has
98 been approved by the commission as qualifying for a production tax
99 credit under this section.

100 (b) (1) The Connecticut Commission on Culture and Tourism shall
101 administer a system of tax credit vouchers within the resources,
102 requirements and purposes of this section for eligible production
103 companies producing a state-certified qualified production in the state.
104 For income years commencing on or after January 1, [2006] 2007, any
105 eligible production company incurring production expenses or costs in
106 excess of fifty thousand dollars shall be eligible for a credit against the
107 tax imposed under this chapter equal to thirty per cent of such
108 production expenses or costs, provided (A) fifty per cent of such
109 expenses or costs shall be counted toward such credit when incurred
110 outside the state and used within the state, and one hundred per cent
111 of such expenses or costs shall be counted toward such credit when
112 incurred within the state and used within the state, and (B) on and
113 after January 1, 2012, no expenses or costs incurred outside the state
114 and used within the state shall be eligible for a credit, and one hundred
115 per cent of such expenses or costs shall be counted toward such credit
116 when incurred within the state and used within the state.

117 (2) Any credit allowed pursuant to this subsection may be sold,
118 assigned or otherwise transferred, in whole or in part, to one or more
119 taxpayers, [provided such taxpayers may claim such credit only for an
120 income year in which the eligible production company would have
121 been eligible to claim such credit] and such taxpayers may sell, assign
122 or otherwise transfer, in whole or in part, such credit.

123 (3) Any such credit allowed under this subsection shall be claimed
124 against the tax imposed under this chapter for the income year in
125 which [final certification for the state-certified qualified production is
126 made by the commission pursuant to this section,] the production
127 expenses or costs were incurred and for which a tax credit voucher
128 was issued pursuant to subsection (c) of this section and may be
129 carried forward for the three immediately succeeding income years.
130 Any production tax credit allowed under this subsection shall be
131 nonrefundable.

132 (c) (1) An eligible production company shall apply to the
133 commission for [an eligibility certificate] a tax credit voucher not later
134 than ninety days after the first production expenses or costs are
135 incurred in the production of a qualified production, and shall provide
136 with such application such information as the commission may require
137 to determine such company's eligibility to claim a credit under this
138 section.

139 (2) Not earlier than three months after the application in subdivision
140 (1) of this subsection, an eligible production company may apply to the
141 commission for a production tax credit voucher, and shall provide
142 with such application such information as the commission may require
143 pertaining to the amount of such company's production expenses or
144 costs to date. If the commission determines that such company is
145 eligible to be issued a production tax credit voucher, the commission
146 shall enter on the voucher the amount of production expenses or costs
147 that has been established to the satisfaction of the commission, and the
148 amount of such company's credit under this section. The commission
149 shall provide a copy of such voucher to the commissioner, upon

150 request.

151 [(2)] (3) Not later than ninety days after the last production expenses
152 or costs are incurred in the production of a qualified production, an
153 eligible production company shall apply to the commission for a
154 production tax credit [certificate] voucher, and shall provide with such
155 application such information as the commission may require
156 pertaining to the amount of [the] such company's production expenses
157 or costs. If the commission determines that [the] such company is
158 eligible to be issued a production tax credit [certificate] voucher, the
159 commission shall enter on the [certificate] voucher the amount of
160 production expenses or costs that has been established to the
161 satisfaction of the commission, minus the amount of any credit issued
162 pursuant to subdivision (2) of this subsection, and the amount of [the]
163 such company's credit under this section. The commission shall
164 provide a copy of such [certificate] voucher to the commissioner, upon
165 request.

166 (d) If an eligible production company sells, assigns or otherwise
167 transfers a credit under this section to another taxpayer, the transferor
168 and transferee shall jointly submit written notification of such transfer
169 to the commission not later than thirty days after such transfer. If such
170 transferee sells, assigns or otherwise transfers a credit under this
171 section to a subsequent transferee, such transferee and such
172 subsequent transferee shall jointly submit written notification of such
173 transfer to the commission not later than thirty days after such
174 transfer. The notification after each transfer shall include the credit
175 [certificate] voucher number, the date of transfer, the amount of such
176 credit transferred, the tax credit balance before and after the transfer,
177 the tax identification numbers for both the transferor and the
178 transferee, and any other information required by the commission.
179 Failure to comply with this subsection will result in a disallowance of
180 the tax credit until there is full compliance on [both] the part of the
181 transferor and the transferee, and for a second transfer on the part of
182 the transferee and the subsequent transferee. The commission shall

183 provide a copy of the notification of assignment to the commissioner
184 upon request.

185 (e) Any eligible production company that wilfully submits
186 information to the commission that it knows to be fraudulent or false
187 shall, in addition to any other penalties provided by law, be liable for a
188 penalty equal to the amount of such company's credit entered on the
189 production tax credit certificate issued under this section.

190 ~~[(e)]~~ (f) The commission, in consultation with the commissioner,
191 shall adopt regulations, in accordance with the provisions of chapter
192 54, as may be necessary for the administration of this section.

193 Sec. 2. (NEW) *(Effective January 1, 2008, and applicable to income years*
194 *commencing on or after January 1, 2008)* (a) As used in this section:

195 (1) "Commissioner" means the Commissioner of Revenue Services.

196 (2) "Commission" means the Connecticut Commission on Culture
197 and Tourism.

198 (3) "Infrastructure project" means a capital project to provide basic
199 buildings, facilities or installations needed for the functioning of the
200 digital media and motion picture industry in this state.

201 (4) "State-certified project" means an infrastructure project
202 undertaken in this state by an entity that (A) is in compliance with
203 regulations adopted pursuant to subsection (e) of this section, (B) is
204 authorized to conduct business in this state, (C) is not in default on a
205 loan made by the state or a loan guaranteed by the state, nor has ever
206 declared bankruptcy under which an obligation of the entity to pay or
207 repay public funds was discharged as a part of such bankruptcy, and
208 (D) has been approved by the commission as qualifying for an
209 infrastructure tax credit under this section.

210 (b) (1) There shall be allowed a state-certified project credit against
211 the tax imposed under chapter 208 of the general statutes to any

212 taxpayer that invests in a state-certified project. Such credit may be in
213 the following amounts: (A) For state-certified projects costing greater
214 than fifteen thousand dollars and less than one hundred fifty thousand
215 dollars, each taxpayer may be allowed a tax credit of ten per cent of the
216 investment made by such taxpayer; (B) for state-certified projects
217 costing one hundred fifty thousand dollars or more, but less than one
218 million dollars, each taxpayer may be allowed a tax credit of fifteen per
219 cent of the investment made by such taxpayer; and (C) for state-
220 certified projects costing one million dollars or more, each taxpayer
221 may be allowed a tax credit of twenty per cent of the investment made
222 by such taxpayer.

223 (2) Any credit allowed pursuant to this section may be sold,
224 assigned or otherwise transferred, in whole or in part, to one or more
225 taxpayers, and such taxpayers may sell, assign or otherwise transfer, in
226 whole or in part, such credit. Any taxpayer holding such credit may
227 claim such credit only for the income year in which a state-certified
228 project tax credit voucher is issued by the commission pursuant to
229 subsection (c) of this section.

230 (3) Any such credit allowed pursuant to this section shall be claimed
231 against the tax imposed under chapter 208 of the general statutes for
232 the income year in which such tax credit voucher is issued by the
233 commission pursuant to subsection (c) of this section. If the amount of
234 the credit allowable under this section exceeds the sum of any taxes
235 due from a taxpayer, any such excess amount of the credit allowable
236 under this section may be taken in any of the three immediately
237 succeeding income years.

238 (4) Any tax credit earned under this section shall be nonrefundable.

239 (c) (1) An entity undertaking an infrastructure project shall apply to
240 the commission for an eligibility certificate not later than ninety days
241 after the first expenses or costs are incurred, and shall provide with
242 such application such information as the commission may require to
243 determine such infrastructure project's eligibility as a state-certified

244 project.

245 (2) Each application for an eligibility certificate shall include: (A) A
246 detailed description of the infrastructure project; (B) a preliminary
247 budget; (C) estimated completion date; and (D) such other information
248 as the commission may require. The commission may require an
249 independent audit of all project costs and expenditures prior to
250 certification. If the commission determines that such project is eligible
251 to be a state-certified project, the commission shall indicate the amount
252 of costs or expenditures that has been established to the satisfaction of
253 the commission, and issue to such entity a tax credit certification letter
254 for investors indicating the amount of tax credits available under this
255 section. The commission shall provide a copy of such letter to the
256 commissioner, upon request.

257 (3) Prior to the issuance of a state-certified project tax credit voucher
258 to a taxpayer based upon the tax credit certification letter issued
259 pursuant to subdivision (2) of this subdivision, the entity undertaking
260 such infrastructure project shall provide the commission with a
261 description of the progress on such project and an estimated
262 completion date. The commission may require an independent audit of
263 all project costs and expenditures prior to issuance of such tax credit
264 voucher to a taxpayer. No such tax credit voucher may be issued prior
265 to such time as such state-certified project is shown to be not less than
266 sixty per cent complete.

267 (d) If a taxpayer sells, assigns or otherwise transfers a credit under
268 this section to another taxpayer, the transferor and transferee shall
269 jointly submit written notification of such transfer to the commission
270 not later than thirty days after such transfer. The notification shall
271 include the credit certificate number, the date of transfer, the amount
272 of such credit transferred, the tax credit balance before and after the
273 transfer, the tax identification numbers for both the transferor and the
274 transferee and any other information required by the commission.
275 Failure to comply with this subsection will result in a disallowance of
276 the tax credit until there is full compliance on both the part of the

277 transferor and the transferee. The commission shall provide a copy of
278 the notification of assignment to the commissioner upon request.

279 (e) The commission, in consultation with the commissioner, shall
280 adopt regulations, in accordance with the provisions of chapter 54 of
281 the general statutes, as may be necessary for the administration of this
282 section.

283 Sec. 3. Section 32-39 of the general statutes is repealed and the
284 following is substituted in lieu thereof (*Effective July 1, 2007*):

285 The purposes of the corporation shall be to stimulate and encourage
286 the research and development of new technologies, [and] businesses
287 and products, to encourage the creation and transfer of new
288 technologies, to assist existing businesses in adopting current and
289 innovative technological processes, to stimulate and provide services
290 to industry that will advance the adoption and utilization of
291 technology, to achieve improvements in the quality of products and
292 services, to stimulate and encourage the development and operation of
293 new and existing science parks and incubator facilities, and to promote
294 science, engineering, mathematics and other disciplines that are
295 essential to the development and application of technology within
296 Connecticut by the infusion of financial aid for research, invention and
297 innovation in situations in which such financial aid would not
298 otherwise be reasonably available from commercial or other sources,
299 and for these purposes the corporation shall have the following
300 powers:

301 (1) To have perpetual succession as a body corporate and to adopt
302 bylaws, policies and procedures for the regulation of its affairs and
303 conduct of its businesses as provided in section 32-36;

304 (2) To enter into venture agreements with persons, upon such terms
305 and on such conditions as are consistent with the purposes of this
306 chapter, for the advancement of financial aid to such persons for the
307 research, development and application of specific technologies,

308 products, procedures, services and techniques, to be developed and
309 produced in this state, and to condition such agreements upon
310 contractual assurances that the benefits of increasing or maintaining
311 employment and tax revenues shall remain in this state and shall
312 accrue to it;

313 (3) To solicit, receive and accept aid, grants or contributions from
314 any source of money, property or labor or other things of value, to be
315 held, used and applied to carry out the purposes of this chapter,
316 subject to the conditions upon which such grants and contributions
317 may be made, including but not limited to, gifts or grants from any
318 department or agency of the United States or the state;

319 (4) To invest in, acquire, lease, purchase, own, manage, hold and
320 dispose of real property and lease, convey or deal in or enter into
321 agreements with respect to such property on any terms necessary or
322 incidental to the carrying out of these purposes; provided, however,
323 that all such acquisitions of real property for the corporation's own use
324 with amounts appropriated by the state to the corporation or with the
325 proceeds of bonds supported by the full faith and credit of the state
326 shall be subject to the approval of the Secretary of the Office of Policy
327 and Management and the provisions of section 4b-23;

328 (5) To borrow money or to guarantee a return to the investors in or
329 lenders to any capital initiative, to the extent permitted under this
330 chapter;

331 (6) To hold patents, copyrights, trademarks, marketing rights,
332 licenses, or any other evidences of protection or exclusivity as to any
333 products as defined herein, issued under the laws of the United States
334 or any state or any nation;

335 (7) To employ such assistants, agents and other employees as may
336 be necessary or desirable, which employees shall be exempt from the
337 classified service and shall not be employees, as defined in subsection
338 (b) of section 5-270; establish all necessary or appropriate personnel

339 practices and policies, including those relating to hiring, promotion,
340 compensation, retirement and collective bargaining, which need not be
341 in accordance with chapter 68, and the corporation shall not be an
342 employer as defined in subsection (a) of section 5-270; and engage
343 consultants, attorneys and appraisers as may be necessary or desirable
344 to carry out its purposes in accordance with this chapter;

345 (8) To make and enter into all contracts and agreements necessary or
346 incidental to the performance of its duties and the execution of its
347 powers under this chapter;

348 (9) To sue and be sued, plead and be impleaded, adopt a seal and
349 alter the same at pleasure;

350 (10) With the approval of the State Treasurer, to invest any funds
351 not needed for immediate use or disbursement, including any funds
352 held in reserve, in obligations issued or guaranteed by the United
353 States of America or the state of Connecticut and in other obligations
354 which are legal investments for retirement funds in this state;

355 (11) To procure insurance against any loss in connection with its
356 property and other assets in such amounts and from such insurers as it
357 deems desirable;

358 (12) To the extent permitted under its contract with other persons, to
359 consent to any termination, modification, forgiveness or other change
360 of any term of any contractual right, payment, royalty, contract or
361 agreement of any kind to which the corporation is a party;

362 (13) To do anything necessary and convenient to render the bonds
363 to be issued under section 32-41 more marketable;

364 (14) To acquire, lease, purchase, own, manage, hold and dispose of
365 personal property, and lease, convey or deal in or enter into
366 agreements with respect to such property on any terms necessary or
367 incidental to the carrying out of these purposes;

368 (15) In connection with any application for assistance under this
369 chapter, or commitments therefor, to make and collect such fees as the
370 corporation shall determine to be reasonable;

371 (16) To enter into venture agreements with persons, upon such
372 terms and conditions as are consistent with the purposes of this
373 chapter to provide financial aid to such persons for the marketing of
374 new and innovative services based on the use of a specific technology,
375 product, device, technique, service or process;

376 (17) To enter into limited partnerships or other contractual
377 arrangements with private and public sector entities as the corporation
378 deems necessary to provide financial aid which shall be used to make
379 investments of seed venture capital in companies based in or
380 relocating to the state in a manner which shall foster additional capital
381 investment, the establishment of new businesses, the creation of new
382 jobs and additional commercially-oriented research and development
383 activity. The repayment of such financial aid shall be structured in
384 such manner as the corporation deems will best encourage private
385 sector participation in such limited partnerships or other
386 arrangements. The board of directors, executive director, officers and
387 staff of the corporation may serve as members of any advisory or other
388 board which may be established to carry out the purposes of this
389 subdivision;

390 (18) To account for and audit funds of the corporation and funds of
391 any recipients of financial aid from the corporation;

392 (19) To advise the Governor, the General Assembly, the
393 Commissioner of Economic and Community Development and the
394 Commissioner of Higher Education on matters relating to science,
395 engineering and technology which may have an impact on state
396 policies, programs, employers and residents, and on job creation and
397 retention;

398 (20) To promote technology-based development in the state;

399 (21) To encourage and promote the establishment of and, within
400 available resources, to provide financial aid to advanced technology
401 centers;

402 (22) To maintain an inventory of data and information concerning
403 state and federal programs which are related to the purposes of this
404 chapter and to serve as a clearinghouse and referral service for such
405 data and information;

406 (23) To conduct and encourage research and studies relating to
407 technological development;

408 (24) To provide technical or other assistance and, within available
409 resources, to provide financial aid to the Connecticut Academy of
410 Science and Engineering, Incorporated, in order to further the
411 purposes of this chapter;

412 (25) To recommend a science and technology agenda for the state
413 that will promote the formation of public and private partnerships for
414 the purpose of stimulating research, new business formation and
415 growth and job creation;

416 (26) To encourage and provide technical assistance and, within
417 available resources, to provide financial aid to existing manufacturers
418 and other businesses in the process of adopting innovative technology
419 and new state-of-the-art processes and techniques;

420 (27) To recommend state goals for technological development and
421 to establish policies and strategies for developing and assisting
422 technology-based companies and for attracting such companies to the
423 state;

424 (28) To promote and encourage and, within available resources, to
425 provide financial aid for the establishment, maintenance and operation
426 of incubator facilities;

427 (29) To promote and encourage the coordination of public and

428 private resources and activities within the state in order to assist
429 technology-based entrepreneurs and business enterprises;

430 (30) To provide services to industry that will stimulate and advance
431 the adoption and utilization of technology and achieve improvements
432 in the quality of products and services;

433 (31) To promote science, engineering, mathematics and other
434 disciplines that are essential to the development and application of
435 technology;

436 (32) To coordinate its efforts with existing business outreach centers,
437 as described in section 32-9qq;

438 (33) To do all acts and things necessary and convenient to carry out
439 the purposes of this chapter;

440 (34) To accept from the department: (A) Financial assistance, (B)
441 revenues or the right to receive revenues with respect to any program
442 under the supervision of the department, and (C) loan assets or equity
443 interests in connection with any program under the supervision of the
444 department; to make advances to and reimburse the department for
445 any expenses incurred or to be incurred by it in the delivery of such
446 assistance, revenues, rights, assets, or interests; to enter into
447 agreements for the delivery of services by the corporation, in
448 consultation with the department, the Connecticut Housing Finance
449 Authority and the Connecticut Development Authority, to third
450 parties which agreements may include provisions for payment by the
451 department to the corporation for the delivery of such services; and to
452 enter into agreements with the department or with the Connecticut
453 Development Authority or Connecticut Housing Finance Authority for
454 the sharing of assistants, agents and other consultants, professionals
455 and employees, and facilities and other real and personal property
456 used in the conduct of the corporation's affairs;

457 (35) To transfer to the department: (A) Financial assistance, (B)
458 revenues or the right to receive revenues with respect to any program

459 under the supervision of the corporation, and (C) loan assets or equity
460 interests in connection with any program under the supervision of the
461 corporation, provided the transfer of such financial assistance,
462 revenues, rights, assets or interests is determined by the corporation to
463 be practicable, within the constraints and not inconsistent with the
464 fiduciary obligations of the corporation imposed upon or established
465 upon the corporation by any provision of the general statutes, the
466 corporation's bond resolutions or any other agreement or contract of
467 the corporation and to have no adverse effect on the tax-exempt status
468 of any bonds of the state;

469 (36) With respect to any capital initiative, to create, with one or more
470 persons, one or more affiliates and to provide, directly or indirectly, for
471 the contribution of capital to any such affiliate, each such affiliate being
472 expressly authorized to exercise on such affiliate's own behalf all
473 powers which the corporation may exercise under this section, in
474 addition to such other powers provided to it by law;

475 (37) To provide financial aid to enable biotechnology and other
476 technology companies to lease, acquire, construct, maintain, repair,
477 replace or otherwise obtain and maintain production, testing, research,
478 development, manufacturing, laboratory and related and other
479 facilities, improvements and equipment;

480 (38) To provide financial aid to persons developing smart buildings,
481 as defined in section 32-23d, incubator facilities or other information
482 technology intensive office and laboratory space;

483 (39) To provide financial aid to persons developing or constructing
484 the basic buildings, facilities or installations needed for the functioning
485 of the media and motion picture industry in this state.

486 Sec. 4. (NEW) (*Effective July 1, 2007*) (a) The Office of Workforce
487 Competitiveness, in consultation with the Labor Commissioner, the
488 Commissioners of Education and Economic and Community
489 Development, and the Connecticut Commission on Culture and

490 Tourism, shall establish a film, media and entertainment workforce
 491 pilot program. The pilot program shall be established in collaboration
 492 with an arts magnet school. Such program shall develop a model for
 493 training a workforce for the media, film and entertainment industry.

494 (b) Not later than February 15, 2008, and annually thereafter, the
 495 Office of Workforce Competitiveness shall report to the joint standing
 496 committees of the General Assembly having cognizance of matters
 497 relating to higher education and employment advancement and
 498 finance, revenue and bonding, regarding the collaborative measures
 499 taken pursuant to this section, and the status of the pilot program.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2007, and applicable to income years commencing on or after January 1, 2007</i>	12-217jj
Sec. 2	<i>January 1, 2008, and applicable to income years commencing on or after January 1, 2008</i>	New section
Sec. 3	<i>July 1, 2007</i>	32-39
Sec. 4	<i>July 1, 2007</i>	New section

FIN Joint Favorable Subst.